

Action Minutes
Regular City Council Meeting
City Council Chambers, Sedona City Hall,
102 Roadrunner Drive, Sedona, Arizona
Tuesday, September 13, 2016, 4:30 p.m.

1. Call to Order/Pledge of Allegiance/Moment of Silence/Roll Call

Mayor Moriarty called the meeting to order at 4:30 p.m.

Roll Call: Mayor Sandy Moriarty, Vice Mayor John Martinez, Councilor Scott Jablow, Councilor Tom Lamkin, Councilor Jon Thompson, Councilor Jessica Williamson.

Staff Present: City Manager Justin Clifton, Assistant City Manager Karen Osburn, City Attorney Robert Pickels, Jr., Engineering Supervisor Stephen Craver, Associate Engineer David Peck, Director of Community Development Audree Juhlin, Assistant Director of Community Development Warren Campbell, Senior Planner Mike Raber, Director of Finance Cherie Wright, Detective Michael Dominguez, Officer Bill Knuth, Arts & Culture Coordinator Nancy Lattanzi, City Clerk Susan Irvine.

2. City's Vision/Moment of Art

A video of the City's vision was played. Nancy Lattanzi introduced Sedona resident and local artist and photographer Jody Florman. Ms. Florman's work is currently displayed in the City Council Chambers. Ms. Florman described her work and showed a slideshow of some of her artwork.

3. Consent Items

- a. **Minutes - August 9, 2016 City Council Regular Meeting.**
- b. **Minutes - August 10, 2016 City Council Special Meeting.**
- c. **Approval of Proclamation, National Employer Support of the Guard and Reserve Week, September 11-17, 2016.**
- d. **Approval of Proclamation, Constitution Week, September 17-23, 2016.**
- e. **AB 2114 Approval of two utility easements for Arizona Public Service Company for the Injection Well No. 1 and Well No. 2 Equipping Project at the Wastewater Reclamation Plant.**
- f. **AB 2138 Approval of authorization for the City to contract with Clarion Associates, LLC to provide professional services to update the Sedona Land Development Code.**
- g. **AB 2145 Approval of award of a design contract with Woodson Engineering & Surveying, Inc. in the approximate amount of \$143,100 for the Sanborn Drive - Thunder Mountain Road Overlay Project.**
- h. **AB 2092 Approval of award of a Job Order Contract to Tiffany Construction Company, Inc. in the approximate amount of \$1,625,000 for construction of drainage improvement projects (including projects for the Coffee Pot Drainage Basin and the Brewer Road/Tlaquepaque area of Soldier Wash).**
- i. **AB 2148 Approval of a Special Event Liquor License for Canned Sedona and 2 Wine Festival Licenses for Alcantara, LLC and Javelina Leap Estate Vineyard for a fundraising event scheduled for Sunday, October 2, 2016, located at Tlaquepaque, 336 State Route 179, Sedona, AZ.**

- j. **AB 2149 Approval of a Special Event Liquor License for Rotary Club of Sedona Red Rocks for an event scheduled for Saturday, October 22, 2016, located at Posse Grounds Park, 525 Posse Ground Road, Sedona, AZ.**
- k. **AB 2150 Approval of a Special Event Liquor License for a Red Earth Theatre exhibition and live performance event scheduled for Friday, September 30, 2016, located at the Sedona Hub, 525-B Posse Grounds Road, Sedona, AZ.**
- l. **AB 2152 Approval of a Remote Tasting Room License for Odyssey Cellars, Inc. (Winery 1912 and Distillery) located at 320 N. State Route 89A #3, Sedona, AZ (License #13023012).**
- m. **AB 2153 Approval of a Remote Tasting Room License for Odyssey Cellars, Inc. (Winery 1912 and Distillery) located at 320 N. State Route 89A #3, Sedona, AZ (License #18023001).**
- n. **AB 2154 Approval of a Remote Tasting Room License for Javelina Leap Vineyards & Winery located at 251 State Route 179, Suites 1, 2, 3, & 4, Sedona, AZ (License #13133009).**
- o. **AB 2155 Approval of an Extension of Premises/Patio Permit for Sedona Rouge, LLC/Reds located at 2250 W. SR 89A, Sedona, AZ (License #11133017).**
- p. **AB 2158 Approval of a Special Event Liquor License for the Sedona Chamber of Commerce for an event scheduled for Thursday, October 27, 2016, located at Russ Lyon Sotheby's International Realty, 20 Roadrunner Drive, Sedona, AZ.**
- q. **AB 2136 Approval of a contract with Albert Holler & Associates to perform sales tax audits on behalf of the City and to update the City Tax Code.**

Motion: Vice Mayor Martinez moved to approve consent items 3a, 3b, 3c, 3d, 3e, 3f, 3g, 3h, 3i, 3j, 3k, 3l, 3m, 3n, 3o, 3p, and 3q. Seconded by Councilor Williamson. Vote: Motion carried unanimously with six (6) in favor and zero (0) opposed.

4. Appointments

- a. **AB 2156 Discussion/possible action regarding the appointment of a member to the Public Safety Personnel Retirement System Local Board.**

Presentation by Mayor Moriarty. Mayor Moriarty recognized Mr. Jepson for his willingness to serve.

Motion: Councilor Williamson moved to appoint Kenneth Jepson to a seat on the Public Safety Personnel Retirement System Local Board with a term beginning immediately and ending April 26, 2019 or until a successor is appointed, whichever is later. Seconded by Councilor Jablow. Vote: Motion carried unanimously with six (6) in favor and zero (0) opposed.

5. Summary of Current Events by Mayor/Councilors/City Manager

Councilor Jablow stated that the dedication ceremony for the 9-11 Memorial at Station 6 was a great event with approximately 600-700 people in attendance. He thanked Justin Clifton, the Police Department, the Arizona Rangers, and the volunteers for all of their help with the event. Vice Mayor Martinez thanked Councilor Jablow, his committee, and everyone who attended for this excellent event. Vice Mayor Martinez advised that the Verde Valley Coalition Against Human Trafficking is hosting a meeting on Thursday,

September 29th, at the Sedona Public Library at 6:00 p.m. with an update on what they are doing to help. He also stated that the Fiesta del Tlaquepaque was held last Saturday to celebrate Mexican Independence Day and was a great event. Councilor Williamson congratulated Councilor Jablow on arranging the 9-11 event where people came together for something positive. Councilor Thompson advised that there is a League of Women Voters forum on the working poor and minimum wage on Monday from 9:00 to 10:30 a.m. at the Yavapai College campus in Sedona. He also stated that there is a meeting on a major amendment to the community plan on September 20th at 5:30 p.m. at City Hall. Mayor Moriarty stated that the Sedona Winefest will be held on September 24th and 25th at Posse Grounds Park. There will be 19 wineries, food vendors, music, and art.

6. Public Forum

Steve Schliebs, Sedona, requested that everyone consider a sustainable energy goal for the City of Sedona. He stated the global warming is leading to worsening of wildfires. He suggested that there is a moral imperative for the City to take action against global change which he believes can only be solved locally.

7. Proclamations, Recognitions, and Awards

a. Presentation of Proclamation, National Employer Support of the Guard and Reserve Week, September 11-17, 2016.

Mayor Moriarty read the proclamation and presented it to Luke Sefton. Mr. Sefton thanked the City Council for their recognition and support of the military.

b. Presentation of Proclamation, Constitution Week, September 17-23, 2016.

Mayor Moriarty read the proclamation and presented it to Donna Pratt, Mary Alford, and Joan Kennedy. Ms. Pratt thanked the Council for their recognition and suggested that everyone visit the display in the children's library at the Sedona Public Library which will be there for the next week.

8. Regular Business

a. AB 2131 Discussion/possible direction regarding Docket E-01345A-16-0036, the rate case filed with the Arizona Corporation Commission by Arizona Public Service on June 1, 2016.

Introduction by Justin Clifton. Presentation by Robert Pickels, Jr., Rick Romain, Consulting Engineer with Technology Coordinators, LLC, Kris Mayes, former chair of the Arizona Corporation Commission and attorney with Kris Mayes Law, and Lucy Mason, former legislator and Director of Arizona Solar Energy Industries Association.

Opened to the public at 5:52 p.m.

Phillip Allen, Sedona, spoke in opposition to the APS rate case and in particular the charges for analog meters. He does not believe that there is a justification for these charges and feels that the cost savings from smart meters far offsets the cost to continue to read analog meters.

Charles Miller, Goodyear, representing an organization called Conservative Alliance for Solar Energy (CASE) spoke on behalf of solar energy.

Matt Petersen, Phoenix, operations director for a solar company, spoke on behalf of solar energy, the job creation, and the customers. He felt that the City should intervene in the rate case.

Dru Bacon, Goodyear, advised that his community has 4,500 houses and 1,178 of those houses have rooftop solar which is over 25%. He volunteers and works in the solar industry and also represents CASE. Renewable energy is the future and fossil fuels are being depleted.

Marty Landa, Sedona, thanked the City Council for arranging for this presentation. He asked that the Council take a larger look at sustainability issues. He asked that Council intervene and object to this rate case.

Stefanie Layton, Scottsdale, APS Director of Revenue Requirements, stated that the rate case is a lengthy and transparent public process. She clarified that demand rates for residential customers are averaged over an hour increment. This component of the bill is only measured during the on-peak window which is 3:00 to 8:00 p.m. Monday through Friday. This is not an additional charge but the demand component balances with the energy component. She also advised that 20-25% of their customers who use 600 kWh or less per month will have an option to have a rate without the demand component. APS is also proposing \$48 million of assistance annually for their limited income population. APS has not had a rate case in 5 years and the total request is an average 5.74% increase which is significantly below the consumer price index for the five years.

Jenna Rowell, Gilbert, APS, Manager of Community Affairs, advised that they appreciate the City hosting this listening session. APS has been conducting open houses and community outreach meetings and have reached over 1,000 people to date. The demand rates send price signals to consumers about peak usage and allow consumers to impact APS's energy portfolio.

Brought back to Council at 6:12 p.m.

Questions from Council.

By majority consensus, Council directed staff to arrange for a separate presentation by APS and possibly others as well as an executive session for legal advice.

Break at 6:28 p.m. Reconvened at 6:45 p.m.

b. AB 2151 Discussion/possible action regarding a resolution approving the canvass of the City's Primary Election held on August 30, 2016.

Presentation by Susan Irvine.

Questions and comments from Council.

Motion: Councilor Lamkin moved to approve Resolution No. 2016-28, a resolution of the Mayor and Council of the City of Sedona, Arizona declaring and adopting the results of the Primary Election held on August 30, 2016. Seconded by Vice Mayor Martinez. Vote: Motion carried unanimously with six (6) in favor and zero (0) opposed.

c. Reports/discussion on Council assignments

Mayor Moriarty attended a Yavapai College Governing Board meeting today and learned that they are suspending the Verde Valley Board Advisory Committee activities as of September 30, 2016. They agreed to increase the capital budget for spending at the Prescott Valley and Sedona campuses. The open area in the center of the Sedona campus will be enclosed and used for events, and classrooms will be remodeled to include a teaching kitchen and bakery. OLLI classes will still be offered at the Sedona campus. She also heard a report on activities of the College regarding recruitment and was amazed at the activities and outreach to area high schools.

d. Discussion/possible action on future meeting/agenda items

Justin Clifton inquired about a Council retreat in January for an afternoon or full day. He advised this might be held outside of Council Chambers or possibly out of town and would also like to use an outside facilitator. Mayor Moriarty advised that there is a meeting tomorrow at 3:00 p.m. Councilor Jablow reminded everyone that there is an intergovernmental meeting on Thursday in Camp Verde at 6:00 p.m.

9. Executive Session

Upon a public majority vote of the members constituting a quorum, the Council may hold an Executive Session that is not open to the public for the following purposes:


- a. To consult with legal counsel for advice on matters listed on this agenda per A.R.S. § 38-431.03(A)(3).**
- b. Return to open session. Discussion/possible action on executive session items.**

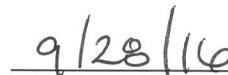
No Executive Session was held.

10. Adjournment

Mayor Moriarty adjourned the meeting at 7:05 p.m. without objection.

I certify that the above are the true and correct actions of the Regular City Council Meeting held on September 13, 2016.


Susan L. Irvine, CMC, City Clerk


Date